



State of California—Health and Human Services Agency  
Department of Health Care Services



GAVIN NEWSOM  
GOVERNOR

July 3, 2019

Mr. Richard C. Allen, Director  
Western Regional Operations Group  
Centers for Medicare & Medicaid Services  
San Francisco Regional Office  
90 Seventh Street, Suite 5-300 (5W)  
San Francisco, CA 94103-6707

STATE PLAN AMENDMENT 19-0040: EXTENSION OF PROPOSITION 56  
SUPPLEMENTAL PAYMENTS FOR THE FAMILY PLANNING, ACCESS, CARE AND  
TREATMENT (FAMILY PACT) PROGRAM

Dear Mr. Allen:

The Department of Health Care Services (DHCS) is submitting State Plan Amendment (SPA) 19-0040, to provide supplemental payments under the Family Planning, Access, Care and Treatment (Family PACT) Program for the Evaluation and Management (E&M) office visits rendered for the purpose of comprehensive family planning services for an additional 30 months, starting July 1, 2019, through December 31, 2021.

On November 8, 2016, California voters approved the California Healthcare, Research and Prevention Tobacco Tax Act (commonly known as Proposition 56) to increase the excise tax rate on cigarettes and tobacco products. The SPA 17-029 under enacted Budget Act of 2018, Assembly Bill (AB) 120 (Statutes of 2017, Chapter 22, §3, Item 4260-101-3305) appropriated Prop. 56 funds for specified DHCS health care expenditures during State Fiscal Year (SFY) 2017-18. Pursuant to Senate Bill 856 (Committee on Budget and Fiscal Review, Chapter 30, Statutes of 2018, §3, Item 4260-101-3305) of the Budget Act of 2018, DHCS was authorized to extend the supplemental payments through June 30, 2019, under approved SPA 18-0031.

AB 74 amends the Budget Act of 2019 to appropriate Prop. 56 funds during the SFY 2019-20. DHCS is proposing to extend the supplemental payments through December 31, 2021, under SPA 19-0040. This includes supplemental payments to Family PACT providers.

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DHCS has been providing supplemental payments for Family PACT with the approval of SPA 17-029 since July 1, 2017. DHCS was authorized to extend the supplemental payments through June 30, 2019, under approved SPA 18-0031. SPA 19-0040 would extend supplemental payments, at a rate equal to 150 percent of the current Family PACT rates, to providers under Family PACT for the period of July 1, 2019, through December 31, 2021. The supplemental payments will be given to Family PACT providers for E&M office visits rendered for comprehensive family planning services.

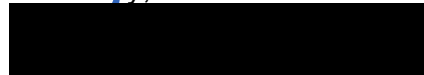
The enclosed SPA amends the following page: Supplement 28 to Attachment 4.19-B – One-Year Supplemental Payments for Certain Family PACT Program Services.

For SFY 2019-20, Prop 56. supplemental payments for current codes specified and amounts will continue without interruption or changes. The supplemental payments will be issued for the specified codes for dates of service during the period of July 1, 2019, through December 31, 2021, and will be made based on claim submission for the specific applicable procedures within the aforementioned categories.

DHCS proposes the effective date of July 1, 2019, for SPA 19-0040, with a proposed end date of December 31, 2021.

If you have any questions regarding the SPA, please contact Ms. Christina Moreno, Chief, Office of Family Planning, at (916) 701-8190 or by email at [Christina.Moreno@dhcs.ca.gov](mailto:Christina.Moreno@dhcs.ca.gov).

Sincerely,



Mari Cantwell  
Chief Deputy Director  
Health Care Programs  
State Medicaid Director

Enclosures

cc: See Next Page

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cc: Ms. Jacey Cooper  
Senior Advisor  
Health Care Programs  
Department of Health Care Services  
[Jacey.Cooper@dhcs.ca.gov](mailto:Jacey.Cooper@dhcs.ca.gov)

Ms. Rene Mollow, MSN, RN  
Deputy Director  
Health Care Benefits & Eligibility  
Department of Health Care Services  
[Rene.Mollow@dhcs.ca.gov](mailto:Rene.Mollow@dhcs.ca.gov)

Ms. Christina Moreno  
Division Chief  
Office of Family Planning  
Department of Health Care Services  
[Christina.Moreno@dhcs.ca.gov](mailto:Christina.Moreno@dhcs.ca.gov)

<b>TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL FOR: CENTERS FOR MEDICARE &amp; MEDICAID SERVICES</b>		1. TRANSMITTAL NUMBER <u>1 9 — 0 0 40</u>	2. STATE California
		3. PROGRAM IDENTIFICATION: Title XIX of the Social Security Act (Medicaid)	
TO: REGIONAL ADMINISTRATOR CENTERS FOR MEDICARE & MEDICAID SERVICES DEPARTMENT OF HEALTH AND HUMAN SERVICES		4. PROPOSED EFFECTIVE DATE July 1, 2019	
5. TYPE OF PLAN MATERIAL ( <i>Check One</i> ) <input type="checkbox"/> NEW STATE PLAN <input type="checkbox"/> AMENDMENT TO BE CONSIDERED AS NEW PLAN <input checked="" type="checkbox"/> AMENDMENT			
COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT ( <i>Separate transmittal for each amendment</i> )			
6. FEDERAL STATUTE/REGULATION CITATION 1902(a)(10)(A)(ii)(XXI), 42 CFR 447, Subpart F		7. FEDERAL BUDGET IMPACT a. FFY 18/19 (7/1 - 9/30/19) \$ <u>26,560,082</u> b. FFY 19/20 (10/1 - 9/30/20) \$ <u>111,621,247</u>	
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT Supplement 28 to Attachment 4.19-B, page 1		9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT ( <i>If Applicable</i> ) Supplement 28 to Attachment 4.19-B, page 1	
10. SUBJECT OF AMENDMENT Evaluation and Management Office Visit Supplemental Reimbursement for Family PACT Program Providers: Budget Act of 2017 made appropriations that revenues from Prop 56 - California Healthcare Research and Prevention Tobacco Tax Act of 2016, are to be used for reimbursement for comprehensive family planning services. The Budget Act of 2018 and 2019 continued these appropriations.			
11. GOVERNOR'S REVIEW ( <i>Check One</i> ) <input type="checkbox"/> GOVERNOR'S OFFICE REPORTED NO COMMENT <input checked="" type="checkbox"/> OTHER, AS SPECIFIED <input type="checkbox"/> COMMENTS OF GOVERNOR'S OFFICE ENCLOSED <input type="checkbox"/> NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL			
12. SIGNATURE OF STATE AGENCY OFFICIAL Original signature by Mari Cantwell		16. RETURN TO Department of Health Care Services Attn: Director's Office P.O. Box 997413, MS 0000 Sacramento, CA 95899-7413	
13. TYPED NAME Mari Cantwell			
14. TITLE State Medicaid Director			
15. DATE SUBMITTED July 3, 2019			
<b>FOR REGIONAL OFFICE USE ONLY</b>			
17. DATE RECEIVED		18. DATE APPROVED	
<b>PLAN APPROVED - ONE COPY ATTACHED</b>			
19. EFFECTIVE DATE OF APPROVED MATERIAL		20. SIGNATURE OF REGIONAL OFFICIAL	
21. TYPED NAME		22. TITLE	
23. REMARKS For Box 7 "Federal Budget Impact", please note the additional information: c. FFY 20/21 (10/1/20 - 9/30/21) = \$111,793,500 d. FFY 21/22 (10/1/21 - 12/31/22) = \$15,970,000 For Box 11 "Other, As Specified," please note: The Governor's Office does not wish to review the State Plan Amendment.			

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT  
State: California

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**Extend the Time Limited Proposition 56 Supplemental Payments for Family Planning, Access, Care and Treatment Program Services**

The Family Planning, Access, Care and Treatment (Family PACT) Program will continue to provide time-limited supplemental payments to Family PACT providers for Evaluation and Management (E&M) office visits rendered for comprehensive family planning services for the period of July 1, 2019 through December 31, 2021. These supplemental payments are equal to 150 percent of the payment amount determined based on the methodology described in Attachment 4.19-B, page 3g, last paragraph of the state plan for procedure codes 99201, 99202, 99203, 99204, 99211, 99212, 99213, and 99214.

These supplemental payments do not change the underlying payment amount for the E&M procedure codes noted in Attachment 4.19-B, Page 3g of the state plan.